

 <div style="text-align: center;"> Financial Assistance Award DENALI COMMISSION 510 L Street, Suite 410 Anchorage, Alaska 99501 (907) 271-1414 (phone) (907) 271-1415 (fax) www.denali.gov </div>		Award Number	01552-00																																																																													
		Award Title	Wellness and Training Center Construction - Nome, Alaska																																																																													
		Performance Period	May 1, 2018 through December 31, 2021																																																																													
Authority 112 Stat 1854	CFDA Number 90.100	<u>Recipient Organization & Address</u> Norton Sound Health Corporation PO BOX 966 Nome, AK 99762-0966 Phone: 907-443-6408 Recipient DUNS # 010189223 TIN # 1920041488A1																																																																														
Denali Commission Finance Officer Certification																																																																																
<u>Cost Share Distribution Table</u> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="2">Accounting Code</th> <th colspan="2">New Funding</th> <th colspan="2">Prior Period Funding</th> <th rowspan="2">Total</th> </tr> <tr> <th>Denali Commission</th> <th>Other Contributors</th> <th>Denali Commission</th> <th>Other Contributors</th> </tr> </thead> <tbody> <tr> <td>95670000</td> <td>\$220,000.00</td> <td></td> <td>\$0.00</td> <td></td> <td>\$220,000.00</td> </tr> <tr> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> </tr> <tr> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> </tr> <tr> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> </tr> <tr> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> </tr> <tr> <td>Norton Sound Health Corporatio</td> <td></td> <td>\$3,189,000.00</td> <td></td> <td>\$0.00</td> <td>\$3,189,000.00</td> </tr> <tr> <td>Norton Sound Development Corp.</td> <td></td> <td>\$2,000,000.00</td> <td></td> <td>\$0.00</td> <td>\$2,000,000.00</td> </tr> <tr> <td></td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td>\$0.00</td> </tr> <tr> <td></td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td>\$0.00</td> </tr> <tr> <td></td> <td></td> <td>\$0.00</td> <td></td> <td>\$0.00</td> <td>\$0.00</td> </tr> <tr> <td>Total</td> <td>\$220,000.00</td> <td>\$5,189,000.00</td> <td>\$0.00</td> <td>\$0.00</td> <td>\$5,409,000.00</td> </tr> </tbody> </table>					Accounting Code	New Funding		Prior Period Funding		Total	Denali Commission	Other Contributors	Denali Commission	Other Contributors	95670000	\$220,000.00		\$0.00		\$220,000.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00		\$0.00	Norton Sound Health Corporatio		\$3,189,000.00		\$0.00	\$3,189,000.00	Norton Sound Development Corp.		\$2,000,000.00		\$0.00	\$2,000,000.00			\$0.00		\$0.00	\$0.00			\$0.00		\$0.00	\$0.00			\$0.00		\$0.00	\$0.00	Total	\$220,000.00	\$5,189,000.00	\$0.00	\$0.00	\$5,409,000.00
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This Financial Assistance Award approved by the Federal Co-Chair of the Denali Commission constitutes an obligation of federal funding.																																																																																
Signature of Authorized Official - Denali Commission Electronically Signed		Typed Name and Title Mr. Jay Farmwald Director of Programs		Date 04/19/2018																																																																												

AWARD ATTACHMENTS

Norton Sound Health Corporation

01552-00

1. Terms and Conditions
2. Attachment A
3. Budget and Funding Summary

**Financial Assistance Award Terms and Conditions
Between the Denali Commission and Norton Sound Health Corporation
For Wellness and Training Center Construction – Nome, Alaska
Award No. 1552**

1. Project Summary

- a. Scope of Work: Construction of a regional Wellness and Training Center in Nome, Alaska.
- b. Deliverables: Completed facility.
- c. Budget: The Commission is making \$220,000 available for the project via this Financial Assistance Award (FAA). This amount includes all direct, indirect, and pre-award costs (if any) authorized pursuant to 2 CFR 200.458. Other entities contributing to the project at this time include Norton Sound Health Corporation (NSHC) and the Norton Sound Economic Development Corporation (NSEDC). All Commission funding is intended to be used for the scope of work identified in this FAA only. Any funds remaining after the full scope of work has been completed shall be returned to the Denali Commission consistent with 2 CFR 200.319.
- d. Delivery Method: NSHC will subcontract construction of the facility.
- e. Performance Period: The Period of Performance for this FAA is May 1, 2018 through December 31, 2021. In accordance with 2 CFR 200.309 Recipients can only incur obligations or costs against this FAA during the Period of Performance, unless specifically authorized in the Special Provisions (Section 14 of this document). If a project cannot be completed within the approved Period of Performance, an extension request must be made in accordance with the Commission's *Recipient Guidelines and Requirements* (RGR) document dated July 2015, available at www.denali.gov.

More detailed information on scope, deliverables, budget, funding, project delivery method and/or management plan, schedule and key milestones are included in Attachment A dated April 17, 2018.

2. Project Reporting and Commission Site Visits

Progress reports and a close-out report are required under this FAA. Progress Reports shall be submitted at the frequency stipulated in the Special Provisions. The Closeout Report shall be completed within 90-days of the end of the Period of Performance. All reports must be submitted using the Denali Commission's on-line Project Database System, available at www.denali.gov/dcpdb.

Commission staff or agents of the Commission may make visits to the project site and/or home office to monitor progress during and/or after the Period of

Performance. The Recipient shall coordinate and make information available as necessary to facilitate any such site visits.

Refer to the *Recipient Guidelines and Requirements* document for further information related to reports and site visits.

3. Payments

Payments under this FAA will be made in accordance with 2 CFR 200.305 by electronic transfer in response to a Standard Form 270 (SF-270) "Request for Advance or Reimbursement", submitted by the Recipient. At a minimum, all 270's must include summary cost information on labor, materials, contracts/consultants, and indirect costs. Detailed documentation is required for any single expenditure greater than \$50,000. If Pre-award Costs and/or Advance Payments are authorized under this FAA, the Special Provisions will indicate so. Requests for reimbursements may be made as needed. Refer to the *Recipient Guidelines and Requirements* document for further information about submitting SF-270's.

4. Modifications

In accordance with 2 CFR 200.308, the Recipient shall report deviations in project scope, budget, delivery method, management plan, schedule, or changed site conditions, and request prior approvals from the Program Manager. The Recipient shall also submit written requests to the Program Manager for the replacement of Key Staff identified in the Special Provisions. Refer to the *Recipient Guidelines and Requirements* document for further information about modifying a Financial Assistance Award.

5. Financial Management, Record Keeping, Internal Controls, and Audits

The Recipient must have financial management and record keeping systems that are consistent with 2 CFR 200.302. If the Recipient is a State organization it must expend and account for FAA funds in accordance with applicable State laws and procedures for expending and accounting for the State's own funds.

The Recipient must establish and maintain effective internal controls with respect to this FAA that are consistent with 2 CFR 200.303.

In accordance with 2 CFR 200.501, Recipients that expend \$750,000 or more of federal funds in a year shall have a single or program-specific audit conducted for that year.

Refer to the *Recipient Guidelines and Requirements* document for further information about financial management, record keeping, internal controls and audits.

6. Direct and Indirect Costs

All direct costs must be allowable and reasonable. Indirect costs must be allocable based on accepted accounting policies and practices. Indirect costs must be specifically included as a line item or identified with appropriate notes in the approved FAA budget. Refer to 2 CFR 200 Subpart E (Cost Principles) and the *Recipient Guidelines and Requirements* document for further information on direct and indirect costs.

7. Sub-Awards and Contracts

All sub-awards and contracts issued by the Recipient under this FAA must comply with 2 CFR 200.331 and Appendix II to 2 CFR 200. Refer to the *Recipient Guidelines and Requirements* document for further information on this subject.

8. Acknowledgement of Support

The Recipient shall name the Denali Commission as a financial contributor and project/program partner in all media correspondence related to the work supported by this FAA. If Commission funds are used for construction, the Recipient shall also display a sign at the construction site that acknowledges the Commission's support. Refer to the *Recipient Guidelines and Requirements* document for further information on this subject.

9. Real and Personal Property

In accordance with 2 CFR 200.311, 313, and 316 the Denali Commission may require the Recipient to execute a security interest or other public notice of record to indicate that real or personal property acquired or improved, in whole or in part, with Federal funds is subject to a Federal interest. Any such requirements under this FAA, including post project reporting in accordance with 2 CFR 200.329, will be stipulated in the Special Provisions.

10. Conflict of Interest

In accordance with 2 CFR 200.112, the Recipient must disclose in writing any potential conflicts of interest to the Commission. In addition, 2 CFR 200.318 requires that Recipients maintain written standards of conduct covering conflicts of interest and governing the performance of their employees engaged in the selection, award, and administration of contracts. Refer to the *Recipient Guidelines and Requirements* document for further information on this subject.

11. Denali Commission Policies

Recipients may be required to comply with certain published Denali Commission policies which can be found in the *Recipient Guidelines and Requirements* document. Applicable policies are referenced in the Special Provisions of this FAA, and specific requirements/deliverables (if any) are stipulated in Appendix A.

12. Laws and Regulations

Recipients are required to comply with all applicable Federal laws and regulations. General categories of potentially applicable laws and regulations are summarized below. Refer to the *Recipient Guidelines and Requirements* document for further information on specific laws and regulations that may apply.

- a. Debarment and Suspension
- b. Whistle-blower Protection
- c. Non-Discrimination
- d. Lobbying and Propaganda
- e. Environmental
- f. Drug-Free Workplace
- g. Travel
- h. Human Rights
- i. Animal Welfare
- j. Executive Compensation

13. Other Provisions

- a. The United States expressly disclaims any and all responsibility or liability to the Recipient or sub-recipients for the actions of the Recipient or sub-recipients resulting in death, bodily injury, property damages, or any other losses resulting in any way from the performance of this FAA, including sub-awards, contracts, or sub-contracts issued in connection with this FAA.
- b. To the maximum extent practicable, considering applicable laws, the Recipient shall accomplish the project contemplated by this FAA using local Alaska firms and labor.
- c. All terms and conditions contained in this FAA apply to any sub-recipient under this FAA.
- d. Failure to comply with the provisions of this FAA or maintain satisfactory performance may result in additional FAA conditions pursuant to 2 CFR 207. This includes but is not limited to: temporarily withholding of payments pending the correction of the deficiency; disallowance of project costs; wholly or partially suspending or terminating the FAA. In addition, failure to comply with the provisions of this FAA may also have a negative impact on the Recipient's eligibility for future Federal awards.

14. Special Provisions

Progress Reports: Shall be submitted on a quarterly basis. The first reporting period is May 1, 2018 to September 30, 2018, and quarterly thereafter in accordance with the Commission's *Recipient Guidelines and Requirements*.

Pre-award Costs: N/A

Key Staff: Mike Kruse, NSHC Facilities Project Manager

Advance Payments: N/A

Federal Property Interests and Reporting Requirements: Apply per 2 CFR 200.329. Reporting will be biennially, to begin at the end of the performance period.

Bonds and Insurance: Contracts awarded by NSHC for construction of the project will include payment and performance bonds. The Denali Commission shall be named as an Additional Insured on the Liability Insurance Policy of all consultants and the General Contractor(s) retained by NSHC for the project.

NEPA Documentation: NSHC shall provide NEPA documentation consistent with the Denali Commission policies and procedures published in 45 CFR Part 900 on October 1, 2016. No construction activities supported with Denali Commission funds may commence until the NEPA process is complete and the Commission has reviewed and approved all related documentation.

15. Program Manager, Financial Manager & Other Contact Information

Denali Commission	NSHC
Jocelyn Fenton Program Manager 510 L Street, Suite 410 Anchorage, AK 99501 Phone: 907-271-1414 E-mail: jfenton@denali.gov	Mike Kruse Facilities Project Manager P.O. Box 966 Nome, AK 99762 Phone: 907-230-9125 E-mail: mkruse@nshcorp.org
Janet Davis Grants Management Officer 510 L Street, Suite 410 Anchorage, AK 99501 Phone: 907-271-3036 E-mail: jdavis@denali.gov	Debbie Peacock Chief Financial Officer P.O. Box 966 Nome, AK 99762 Phone: 907-443-3400 E-mail: dmpeacock@nshcorp.org

***Financial Assistance Award 1552
Between the Denali Commission and Norton Sound Health Corporation
For Wellness and Training Center Construction – Nome, Alaska
Attachment A
17 April 2018***

- a. Scope of Work: The new Nome Wellness and Training Center is a two-story 26,000 square foot facility designed by Bettisworth North (reference 95% construction documents dated 30 December 2016). NSHC will operate the following programs in the facility.

- Behavioral Health Services
- Community Health Aide Training
- Social Detox
- Emergency Medical Services

The building pad and pile foundation system for the new facility has already been completed. NSHC intends to bid construction of the building itself in the fall of 2018. NSHC will use Denali Commission funds for direct construction costs during construction of the building.

NSHC shall prepare an Environmental Assessment for the project in accordance with the Special Provision in Section 14 of the Financial Assistance Award Terms and Conditions.

- b. Deliverables:

- Completed facility
- Final report summarizing the project

- c. Budget: The project is not yet fully funded. See attached Budget and Funding Summary dated 17 April 2018. NSHC will continue to seek funding for the balance of the project, leveraging the fact that they have invested over \$3 million of their own funds in the project to date, have a \$2 million grant in hand from the Norton Sound Economic Development Corporation, and now this Award of \$220,000 from the Denali Commission.

- d. Delivery Method: Overall project management will be provided by NSHC's direct hire *Facilities Project Manager*. NSHC will award a competitive construction contract to a General Contractor. Construction Administration services will be provided by Bettisworth North.

- e. Schedule: Key project milestones are summarized below.

- Secure Final Funding and Permits: Summer 2018
- Bid Project: Fall 2018
- Complete Project: December 2020

Additional Notes:

a. NSHC has a federal indirect rate of 29.6% approved by DHHS, but has waived indirect costs on this Award; reference note on Recipient Self Assessment Risk Analysis dated 17 April 2018 signed by Angela Gorn, NSHC President/CEO.

B. Nome is a non-distressed community per the 2017 Distressed Community Report prepared for the Commission by the Alaska Department of Labor and Workforce Development; therefore, Commission funds may not exceed 50% of the total construction phase cost.

19 **Current Shortfall** **\$11,005,000**